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## SENATE BILL No. 263

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### DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 9-25-4-7.

**Synopsis:** Financial responsibility for motor vehicles. Authorizes a self insurer to provide proof of financial responsibility for operation of a motor vehicle by showing an audited financial statement showing: (1) sufficient reserves to pay a judgment; and (2) a net worth of not less than \$1,000,000.

**Effective:** Upon passage; July 1, 2003.

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**Clark**

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January 9, 2003, read first time and referred to Committee on Insurance and Financial Institutions.

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First Regular Session 113th General Assembly (2003)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2002 Regular or Special Session of the General Assembly.

## SENATE BILL No. 263

A BILL FOR AN ACT to amend the Indiana Code concerning motor vehicles.

*Be it enacted by the General Assembly of the State of Indiana:*

1 SECTION 1. IC 9-25-4-7 IS AMENDED TO READ AS FOLLOWS  
2 [EFFECTIVE JULY 1, 2003]: Sec. 7. Proof of financial responsibility  
3 when required under this article may be given by any of the following  
4 methods:

5 (1) Proof that a policy or policies of motor vehicle liability  
6 insurance have been obtained and are in full force and effect.

7 (2) Proof that a bond has been duly executed.

8 (3) Proof that deposit has been made of money or securities.

9 (4) **Proof that the person required to give proof of financial**  
10 **responsibility has:**

11 (A) **a net worth of not less than one million dollars**  
12 **(\$1,000,000); and**

13 (B) **sufficient reserves, as determined by an audited**  
14 **financial statement, to pay a judgment that may be taken**  
15 **against the person arising out of the operation,**  
16 **maintenance, or use of a motor vehicle.**

17 SECTION 2. [EFFECTIVE UPON PASSAGE] (a)



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1 Notwithstanding IC 9-25-4-7, as amended by this act, the bureau  
2 of motor vehicles shall carry out the duties imposed upon it under  
3 IC 9-25-4-7(4), as amended by this act, and IC 9-25-4-11(c) as it  
4 relates to IC 9-25-4-7(4), as amended by this act, under interim  
5 written rules approved by the commissioner of motor vehicles.

6 (b) This SECTION expires on the earlier of the following:

7 (1) The date rules are adopted to implement IC 9-25-4-7(4), as  
8 amended by this act.

9 (2) December 31, 2004.

10 SECTION 3. An emergency is declared for this act.

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